

AUGUST 31, 1981

OIL SHALE LEASE APPLICATIONS - REJECTED (continued) *JB*

Min. Lease Appl. No. 39316	T11S, R23E, SLM	Utah
Jay L. McGrew	Section 36: All	1280.00 acres
3244 So. Platte River Dr.	T12S, R23E, SLM	
Englewood, CO 80110	Section 2: All	

REJECTED: Withdrawn from Oil Shale leasing
REFUND: \$1280.00

Min. Appl. No. 39317	T11S, R24E, SLM	Utah
Jay L. McGrew	Section 2: All	640.00 acres
3244 So. Platte River Dr.		
Englewood, CO 80110		

REJECTED: Withdrawn from Oil Shale leasing
REFUND: \$640.00

BUILDING STONE LEASE APPLICATIONS - APPROVED *JB*

Upon recommendation of Mr. Blake, the Director approved the Building Stone lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Min. Lease Appl. No. 39325	T11S, R15E, SLM	Duchesne
John D. Hechtle	Section 16: SW $\frac{1}{4}$ SW $\frac{1}{4}$, N $\frac{1}{2}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$	320.00 acres
P. O. Box 35	Section 36: N $\frac{1}{2}$ NE $\frac{1}{4}$	
Orem, UT 84057		

Min. Lease Appl. No. 39326	T11S, R16E, SLM	Duchesne
John D. Hechtle	Section 16: SE $\frac{1}{4}$ SE $\frac{1}{4}$	40.00 acres
P. O. Box 35		
Orem, UT 84057		

RELEASE OF BOND, ML 26607 GILSONITE *JB*

Gene Cales posted a \$2,000, CD# 77819, Diamond Thrift Certificate as bond to cover his operations on the above numbered lease on April 21, 1980. Mr. Cales is no longer the operator on this lease, and he has assigned his interest in this bond to Midas Gilsonite. A replacement bond has been posted by Midas Gilsonite who has signed a Memorandum of Understanding with the Division regarding liability for existing disturbances.

Upon recommendation of Mr. Blake, the Director approved that the bond previously posted by Mr. Cales be released and that it be sent to its present owner, Midas Gilsonite, 989 Jewel Avenue, Salt Lake City, UT 84104.

ACCEPTANCE OF BOND ML 27342 - COAL *JB*

Beaver Creek Coal Company has submitted Surety Bond #8089-81-98 in the amount of \$4,227.00, with Federal Insurance Company as surety. This bond is to assure mineability of coal resources from the presently developed Gordon Creek #6 Mine, Castlegate A seam, on the above numbered lease, (such coal resources are feared in jeopardy of loss from recovery as a result of pillaring operations to be conducted in the Gordon Creek #3 Mine, Hiawatha seam). The bond is to be held in force for a period of ten years, or until actual mining of the Castlegate A seam resumes on the State lease.

This bond appears in order and upon recommendation of Mr. Blake the Director accepted this bond.

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file DOE/047/005
(new operator)TOTAL ASSIGNMENT - GILSONITE LEASE

Upon recommendation of Mr. Prince, the Director approved the assignment of the Gilsonite lease listed below to Midas Gilsonite, Inc., 989 Jewel Ave., Salt Lake City, Utah 84104 by Tuff American, Inc. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Tuff American, Inc.

ML 26607....T9S, R21E, SLM., Sec. 25: SW $\frac{1}{4}$ NW $\frac{1}{4}$, W $\frac{1}{2}$ SW $\frac{1}{4}$
 Sec. 26: NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$
 Sec. 36: N $\frac{1}{2}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$,
 NW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$

Uintah
600.00 acres

TOTAL ASSIGNMENTS - POTASH LEASES

Upon recommendation of Mr. Prince, the Director approved the assignment of the Potash Leases listed below to W. D. Haden Company, P.O. Box 3006, Houston, TX 77001 (All future rental billings and notices should be sent to: W. D. Haden Co., c/o Oliver W. Gushee, Jr., 875 Beneficial Life Tower, Salt Lake City, Utah 84111) by M. C. Godbe III. No override.

LEASE OWNERSHIP: M. C. Godbe III

ML 34557....T20S, R10W, SLM., Sec. 16:	A11	Millard
T20S, R11W, SLM., Sec. 2:	Lots 1,2,3,4,5,6,7,8, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$	1369.40 ac.
ML 34558....T20S, R12W, SLM., Sec. 16:	NW $\frac{1}{4}$ SE $\frac{1}{4}$, Lots 1,2,3,4	Millard
ML 34559....T21S, R12W, SLM., Sec. 32:	NE $\frac{1}{4}$	160.95 acres
ML 34560....T22S, R11W, SLM., Sec. 2:	Lots 3,4,5,6,7, SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$	Millard
ML 34561....T22S, R12W, SLM., Sec. 16:	A11	160.00 acres
ML 34562....T23S, R12W, SLM., Sec. 16:	A11	962.17 acres
ML 34563....T24S, R12W, SLM., Sec. 2:	Lots 1,2,3,4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$	Millard
ML 34911....T25S, R13W, SLM., Sec. 16:	NW $\frac{1}{4}$, W $\frac{1}{2}$ NE $\frac{1}{4}$	1280.00 ac.
T25S, R14W, SLM., Sec. 36:	E $\frac{1}{2}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$	Millard
		440.00 acres

RIDER TO OIL AND GAS DRILLING BOND

On November 5, 1979, the Director accepted a statewide drilling bond from Texas Oil and Gas Corporation. This bond has The Fidelity and Casualty Company of New York, Bond Number 1993214, as surety. Texas Oil and Gas Corporation has submitted a rider to this bond making TXO Production Corporation a principal under this bond. TXO Production Corporation is a wholly-owned subsidiary of Texas Oil and Gas Corporation.

Upon recommendation of Mr. Prince, the Director accepted the rider to the above captioned bond.

OIL AND GAS DRILLING BOND, ML 22061

Lomax Exploration Company, operator under ML 22061 has submitted an Oil and Gas Drilling Bond to cover their operations under this lease. This bond is in the amount of \$2,000. The surety is Hartford Accident and Indemnity Company, Bond Number 1993214.

This bond is in order. Upon recommendation of Mr. Prince, the Director accepted this bond to cover operations under ML 22061.